5/053/065



IN REPLY REFER TO: 3809 (UT-924-OA) UTU-78598

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155

July 10, 2003

CERTIFIED MAIL-RETURN RECEIPT REOUESTED

DECISION

Obligor/Operator:

Congon Operator.

Color Country Rock, LLC 291 E. 1400 S., No. 1

St. George, UT 84790

AUGUST OUR refused

Financial Institution: Sun First Bank

146 E. St. George Blvd.

St. George, UT 84770

Notice Operation: UTU-78598

Project Name:

Snow White

Bond Amount:

\$15,000

Financial Guarantee Accepted Notice Extended

You filed a notice extending the above-mentioned notice with the St. George Field Office, Bureau of Land Management (BLM). The reclamation cost estimate is determined to be \$15,000.

A letter of credit (LOC) in the amount of \$15,000 to secure a bond for the notice identified above was received by this office on April 4, 2003. On July 10, 2003, the Surface Management Personal Bond contract was filed with this office. The bond and the financial document have been examined and found satisfactory. The financial guarantee is accepted as of July 10, 2003, and accordingly, the abovementioned notice is extended until January 20, 2005.

The bond covers <u>operations conducted by or on behalf of the obligor/operator</u> on the above-mentioned notice.

The pledge for the bond is a LOC written by the financial institution named above. The LOC will be retained in this office until all terms and conditions of the operations have been fulfilled or until a satisfactory replacement bond has been accepted. The LOC will be returned to the financial institution when this office determines that the bond is not longer required.

RECEIVED

JUL 1 4 2003

DIV. OF OIL, GAS & MINING

The LOC will continue indefinitely in the absence of notice from the financial institution of its determination not to renew the letter. Such a notice must be received in this office at least 90 days prior to the original expiration date of January 5, 2004, or the automatic extension dates falling on the same day in subsequent years. A copy of such notice also should be provided to the obligor, who would then be responsible for providing a replacement security to the BLM. Unless the obligor provides a satisfactory replacement bond at least 30 days prior to the then fixed expiration date, BLM will demand that the financial institution pay the full amount of the credit to ensure continuing bond coverage of the obligor. Any such funds thus obtained will be retained as long as none are required to correct defaults, until the bond is no longer required or until replacement bond coverage is accepted by the BLM.

If you have any questions concerning the bond, please contact Opolonia Abeyta at (801) 539-4123.

Is/ Robert Lopez

Robert Lopez Chief, Branch of Minerals Adjudication

cc: Rick Rymerson, Geologist, St. George Field Office, UT-100 Terry Snyder, Utah State Office, UT-923 Wayne Hedberg, UDOGM